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FISCAL IMPACT STATEMENT

LS 6783

BILL NUMBER: SB 290

NOTE PREPARED: Dec 29, 2011

BILL AMENDED:

SUBJECT: Turnaround Academies.

FIRST AUTHOR: Sen. Rogers

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: X GENERAL
DEDICATED
FEDERAL

IMPACT: State

Summary of Legislation: This bill requires the State Board of Education to enter into a contract with a special management team before assigning the team to a turnaround academy. The bill sets forth the responsibilities and duties that must be included in the contract and the principles that must be followed in establishing performance indicators.

Effective Date: July 1, 2012.

Explanation of State Expenditures: The bill could increase the state expenses associated with the management team. The bill would require a contract with the management team before the team takes over operation of the school and specifies provisions to be included in the contract. The impact would depend on the amount negotiated in the contract. The appropriations for the State Board of Education and the Education Roundtable are about \$3.7 M.

Background: After the management team takes over control of a school, the team's operating expenses are funded from the state tuition support formula by redirecting the dollars from the school corporation to the management team. For the 2012-13 school year, there are five schools that have been assigned management teams by the State Board of Education to operate the schools, and two teams as lead partners in assisting the school corporation in improving performance.

For the FY 2010- 11 school year, there were approximately 111 of 1,841 schools that received a performance grade of F (probation in prior year). Of the 111 schools, approximately 7 schools have been on probation for six consecutive years, 1 for five consecutive years, 4 for four consecutive years, and 4 for three consecutive

years.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: State Board of Education.

Local Agencies Affected:

Information Sources: Department of Education website.

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